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- and -

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Counsel to the Debtors and Debtors in Possession

> IN THE UNITED STATES BANKRUPTCY COURT FOR THE EASTERN DISTRICT OF VIRGINIA RICHMOND DIVISION

- - - - - - - - - - X

In re: : Chapter 11

CIRCUIT CITY STORES, INC., : Case No. 08-35653 (KRH)

et al.,

Debtors. : Jointly Administered

- - - - - - - - - x

SECOND SUPPLEMENTAL ORDER ON DEBTORS' FIFTIETH OMNIBUS OBJECTION TO CERTAIN ADMINISTRATIVE EXPENSES AND MOTION FOR (I) AUTHORITY TO SETOFF AGAINST SUCH EXPENSES AND (II) A WAIVER OF THE REQUIREMENT THAT THE FIRST HEARING ON ANY RESPONSE PROCEED AS A STATUS CONFERENCE

THIS MATTER having come before the Court on the Debtors' Fiftieth Omnibus Objection to Certain Administrative Expenses and Motion for (I) Authority to Setoff Against Such Expenses and (II) a Waiver of the

Requirement that the First Hearing on any Response Proceed as a Status Conference (the "Objection"), which requested, among other things, that the claims identified on Exhibit C attached to the Objection be reduced as identified on Exhibit C for those reasons set forth in the Objection; and it appearing that due and proper notice and service of the Objection as set forth therein was good and sufficient and that no other further notice or service of the Objection need be given; and, for the reasons set forth in this Court's Memorandum Opinion and Order dated December 3, 2009,

## IT IS HEREBY ORDERED ADJUDGED AND DECREED THAT:

- 1. The Objection is SUSTAINED as to the Claimant set forth on Exhibit A attached hereto and incorporated herein.
- 2. The Debtors are authorized to exercise their setoff rights in order to offset Circuit City's Receivables against the Administrative Expense identified on Exhibit A attached hereto in the manner provided therein.
- 3. The Administrative Expense set forth on Exhibit A is reduced as provided in Exhibit A.

<sup>&</sup>lt;sup>1</sup> Capitalized terms not otherwise defined herein shall have the meanings ascribed to such terms in the Objection.

- 4. In the event the Debtors determine that any Administrative Expense set forth in the Objection is overstated, the Debtors' rights to obtain payment of the amount of the Receivable offset against the overstated amount of the Claim are not waived and are expressly reserved.
- 5. To the extent that this Order conflicts with the Order on Debtors' Forty-Eighth, Forty-Ninth, and Fiftieth Omnibus Objections entered on December 3, 2009 (D.I. 5964), or the Supplemental Order on Debtors' Fiftieth Omnibus Objection to Certain Administrative Expenses and Motion for (I) Authority to Setoff Against Such Expenses and (II) a Waiver of the Requirement that the First Hearing on Any Response Proceed as a Status Conference entered on December 18, 2009 (D.I. 6127), this Order shall control.
- 6. The Debtors' rights to seek to avoid any transfers under 11 U.S.C. §§ 547, 553 or any other section of the Bankruptcy Code or applicable law with respect to the Claimant are not waived and are expressly reserved.
- 7. To the extent any Receivable remains after the offsets contemplated by the Objection are effectuated, the Debtors' rights to obtain payment of any remaining Receivable, or offset the Receivable against other claims

filed by the Claimant, are not waived and are expressly reserved.

- 8. The Debtors' rights to amend, modify, or supplement the Objection, to file additional objections to the Administrative Expenses included in the Objection or any other claims that have been or may be asserted against the Debtors on any grounds governing law permits, and to seek reduction of any claim to the extent such claim has been paid, are not waived and are expressly reserved.
- 9. This Court retains jurisdiction to hear and determine all matters arising from or related to the interpretation or implementation of this Order.

Case 08-35653-KRH Doc 6664 Filed 02/26/10 Entered 02/26/10 09:22:47 Desc Main Document Page 5 of 7

| 10. The Debtors shall serve a copy of this Order on        |    |
|--|----|
| the Claimant included on the exhibit to this Order on or   |    |
| before five (5) business days from the entry of this Order | ſ. |
| Dated: Richmond, Virginia                                  |    |

\_\_\_\_\_, 2010

HONORABLE KEVIN R. HUENNEKENS UNITED STATES BANKRUPTCY JUDGE WE ASK FOR THIS:

Gregg M. Galardi, Esq.
Ian S. Fredericks, Esq.
SKADDEN, ARPS, SLATE, MEAGHER & FLOM LLP
One Rodney Square
P.O. Box 636
Wilmington, Delaware 19899-0636
(302) 651-3000

- and -

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- and -

Counsel to the Debtors and Debtors in Possession

## CERTIFICATION OF ENDORSEMENT UNDER LOCAL RULE 9022-1(C)

Pursuant to Local Bankruptcy Rule 9022-1(C), I hereby certify that the foregoing proposed order has been endorsed by or served upon all necessary parties.

/s/ Douglas M. Foley
Douglas M. Foley

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Case 08-35653-KRH Doc 6664 Filed 02/26/10 Entered 02/26/10 09:22:47 Desc Main Page 7 of 7 Document In re: Circuit City Stores, Inc, et al.

Supplemental Order - (Objection To Certain Administrative Expenses) - Modified Case No. 08-35653-KRH **EXHIBIT A** 

| CREDITOR'S NAME AND ADDRESS  |                     | ASSERTED<br>CLAIM AMOUNT *  |                                       | DOCKETED<br>DEBTOR        | RECEIVABLES |
|--|---------------------|---|---------------------------------------|---------------------------|-------------|
| Claim Number:  Date Filed:  HAUPPAUGE COMPUTER WORKS INC ATTN CONTROLLER 91 CABOT CT HAUPPAUGE, NY 11788 | 14015<br>06/29/2009 | Docketed<br>Amount:<br>Total<br>Receivables:<br>Modified<br>Amount: | \$41,300.00<br>\$131,436.80<br>\$0.00 | CIRCUIT CITY STORES, INC. | \$90,136.80 |

\$41,300.00 **Total Docketed:** 

\$0.00 **Total Modified:**